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LOUISIANA BOARD OF WHOLESALE DRUG DISTRIBUTORS  
DEPARTMENT OF HEALTH AND HOSPITALS  
STATE OF LOUISIANA

For the year ended  
June 30, 2011

(With Accountant's Report Thereon)

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date MAR 28 2012

Louisiana Board of Wholesale Drug Distributors  
(Agency Name)  
STATE OF LOUISIANA  
Annual Financial Statements  
June 30, 2011

C O N T E N T S

TRANSMITTAL LETTER  
AFFIDAVIT

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**See the Appendix Packet on our Website (OSRAP Memo 11-36)**

**MICHAEL K. GLOVER**  
*Certified Public Accountant*

Member  
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Society of Louisiana  
Certified Public Accountants

**Independent Accountant's Review Report**

Louisiana Board of Wholesale Drug Distributors

State of Louisiana

Baton Rouge, LA

I have reviewed the accompanying Division of Administration, Office of Statewide Reporting and Accounting Policy's Annual Fiscal Report (AFR) of the business type activities of Louisiana Board of Wholesale Drug Distributors, a component unit of the State of Louisiana, as of and for the year ended June 30, 2011 which collectively comprise the Louisiana Board of Wholesale Drug Distributors basic financial statements as listed under statements in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the management of Louisiana Board of Wholesale Drug Distributors. A review is substantially less in scope than an audit, objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

The management of Louisiana Board of Wholesale Drug Distributors is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

My review was made for the purpose of expressing a conclusion that there are not material modifications that should be made to the financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America. The information included in the accompanying Schedules 1, 3, 4, 5, 15 and 16 is presented only for purposes of additional analysis and has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but was compiled from information that is the representation of management, without audit or review. Accordingly, I do not express an opinion or any other form of assurance on the supplementary information.

Management has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be part of, the basic financial statements.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, I have issued a report, dated August 23, 2011, on the results of our agreed-upon procedures.



August 23, 2011

# MICHAEL K. GLOVER

*Certified Public Accountant*

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## Independent Accountant's Agreed-Upon Procedures Report

To the Louisiana Board of Wholesale Drug Distributors

I have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the Louisiana Board of Wholesale Drug Distributors and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about of the Louisiana Board of Wholesale Drug Distributors compliance with certain laws and regulations during the year ended June 30, 2011, included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

### *Public Bid Law*

1 Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38 2211-2251 (the public bid law) or R S 39 1551-39 1755 (the state procurement code, whichever is applicable).

No expenditures were made during the year for materials and/or supplies that exceeding \$20,000.

### *Code of Ethics for Public Officials and Public Employees*

2 Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42 1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

A list was provided listing all board members immediate family members and their outside business. All of the board members reported their outside business interest, if any. I was also provided a list of immediate family members and their outside business interest, if any, by each of the employees.

3 Obtain from management a listing of all employees paid during the period under examination.

Management provided me with the required list.

4 Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

Based on the information received on the board members and employees, there is no indication that any employees listed by management in (3) were included on the listed provided in (2) above.

### *Budgeting*

5 Obtained a copy of the legally adopted budget and all amendments.

Management provided me with a copy of the original budget and the amendment.

6 Trace the budget adoption and amendments to the minute book.

The original budget was approved by the Board of Directors and recorded in the minutes on December 15, 2009 and amended on June 2011.

7 Compare the expenditures of the final budget to actual revenues and expenditures to determine if actual expenditures exceed budgeted amount by 10% or more per category or 5% or more in total.

I compared the expenditures of the final budget to actual expenditures finding that the expenditures did not exceed budgeted amounts by 10% or more nor were there any expenditures per category that exceeded the amounts by 5% or more.

### *Accounting and Reporting*

8 Randomly select 6 disbursements made during the period under examination and

(a) trace payments to supporting documentation as to proper amount and payee,

I examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee

(b) determine if payments were properly coded to the correct fund and general ledger account, and

All of the six payments were properly coded to the correct general ledger account

(c) determine whether payments received approval from proper authorities

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the proper authorities

### *Meetings*

9 Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42 1 through 42 13 (the open meetings law)

The Louisiana Board of Wholesale Drug Distributors is required to post a notice of each meeting and the accompanying agenda on the door of the Boards office building Management has asserted that such documents were properly posted and I found evidence supporting such assertion

### *Debt*

10 Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness

I inspected copies of bank deposit slips for the period under examination and noted no deposits appeared to be proceeds of bank loans, bonds, or like indebtedness

### *Advances and Bonuses*

11 Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advance, or gifts

A reading of the minutes of the Board for the year indicated no approval for the payment of bonuses, advances or gifts were observed I also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts

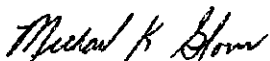
Prior year Findings 2010-1 Budget

Condition

Actual expenditures of salaries and benefits for the year exceeded budgeted amounts by 14% and total expenditures exceeded the budgeted amounts by 11% This was a repeat finding for the two previous years

Status

The board has modified their procedures to monitor the budget to actual comparison and adjust the budget in the following year to include expenses that were previously omitted



August 23, 2011

**STATE OF LOUISIANA**  
**Louisiana Board of Wholesale Drug Distributors (BTA)**  
**BALANCE SHEET**  
**AS OF June 30, 2011**

**Statement A**

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$ 504,392
Restricted Cash and Cash Equivalents	
Investments	
Derivative instrument	
Deferred outflow of resources	
Receivables (net of allowance for doubtful accounts)(Note U)	
Due from other funds (Note Y)	
Due from federal government	
Inventories	
Prepayments	
Notes receivable	
Other current assets	
Total current assets	504,392

**NONCURRENT ASSETS**

Restricted assets (Note F)	
Cash	
Investments	
Receivables	
Investments	
Notes receivable	
Capital assets, net of depreciation (Note D)	
Land and non-depreciable easements	
Buildings and improvements	-
Machinery and equipment	
Infrastructure	
Intangible assets	
Construction/Development-in-progress	
Other noncurrent assets	
Total noncurrent assets	-
Total assets	\$ 504,392

**LIABILITIES**

**CURRENT LIABILITIES**

Accounts payable and accruals (Note V)	\$ -
Derivative instrument	
Deferred inflow of resources	
Due to other funds (Note Y)	
Due to federal government	
Deferred revenues	
Amounts held in custody for others	
Other current liabilities	
Current portion of long-term liabilities (Note K)	
Contracts payable	
Compensated absences payable	28,271
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
Other long-term liabilities	
Total current liabilities	28,271

**NONCURRENT LIABILITIES (Note K)**

Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Pollution remediation obligation	
Bonds payable (include unamortized costs)	
OPEB payable	185,886
Other long-term liabilities	
Total noncurrent liabilities	185,886
Total liabilities	214,157

**NET ASSETS**

Invested in capital assets, net of related debt	-
Restricted for	
Capital projects	
Debt Service	
Unemployment compensation	
Other specific purposes	
Unrestricted	290,235
Total net assets	290,235
Total liabilities and net assets	\$ 504,392

The accompanying notes are an integral part of this financial statement

## STATE OF LOUISIANA

## Statement B

## Louisiana Board of Wholesale Drug Distributors (BTA)

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED June 30, 2011**OPERATING REVENUE**

Sales of commodities and services	\$	
Assessments		
Use of money and property		
Licenses, permits, and fees		471,441
Other		-
Total operating revenues		471,441

**OPERATING EXPENSES**

Cost of sales and services		
Administrative		443,786
Depreciation		1,662
Amortization		
Total operating expenses		445,448
Operating income(loss)		25,993

**NON-OPERATING REVENUES (EXPENSES)**

State appropriations		
Intergovernmental revenues(expenses)		
Taxes		
Use of money and property		1,640
Gain on disposal of fixed assets		
Loss on disposal of fixed assets		
Federal grants		
Interest expense		
Other revenue		
Other expense		
Total non-operating revenues(expenses)		1,640
Income(loss) before contributions, extraordinary items, & transfers		27,633

## Capital contributions

Extraordinary item - Loss on impairment of capital assets

Transfers in

Transfers out

Change in net assets		27,633
Total net assets – beginning		262,602
Total net assets – ending	\$	290,235

The accompanying notes are an integral part of this financial statement



**STATE OF LOUISIANA**  
**Louisiana Board of Wholesale Drug Distributors (BTA)**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED June 30, 2011**

**Statement C**

		Program Revenues		
		Operating	Capital	Net (Expense)
	Expenses	Charges for	Grants and	Revenue and
		Services	Contributions	Changes in
			Contributions	Net Assets
Entity	\$ 445,448	\$ 471,441	\$	\$ 25,993
General revenues				
Taxes				
State appropriations				
Grants and contributions not restricted to specific programs				
Interest				
Miscellaneous				1,640
Special items				
Extraordinary item - Loss on impairment of capital assets				
Transfers				
Total general revenues, special items, and transfers				1,640
Change in net assets				27,633
Net assets - beginning as restated				262,602
Net assets - ending				\$ 290,235

The accompanying notes are an integral part of this statement

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
(continued)  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED June 30, 2011**

**Statement D**

Cash received from customers	\$ 471,441	
Cash payments to suppliers for goods and services	(99,554)	
Cash payments to employees for services	(307,305)	
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		64,582
<b>Cash flows from non-capital financing activities</b>		
State appropriations		
Federal receipts		
Federal disbursements		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		-
<b>Cash flows from capital and related financing activities</b>		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		-
<b>Cash flows from investing activities</b>		
Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	1,640	
Net cash provided(used) by investing activities		1,640
Net increase(decrease) in cash and cash equivalents		66,222
Cash and cash equivalents at beginning of year		438,170
Cash and cash equivalents at end of year	\$	504,392

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED June 30, 2011**

**Statement D**  
**(concluded)**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities.**

Operating income(loss)	\$	25,992
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities		
Depreciation/amortization	1,662	
Provision for uncollectible accounts		
Other		
Changes in assets and liabilities		
(Increase)decrease in accounts receivable, net		
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals	-	
Increase(decrease) in compensated absences payable	1,328	
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in OPEB payable	35,600	
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities	\$	64,582

**Schedule of noncash investing, capital, and financing activities**

Borrowing under capital lease(s)	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
<b>Total noncash investing, capital, and financing activities</b>	<b>\$</b>	<b>-</b>

The accompanying notes are an integral part of this statement

**STATE OF LOUISIANA**

**The Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 2011**

**INTRODUCTION**

The Louisiana Board of Wholesale Drug Distributors (BTA) was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 37:3461. The following is a brief description of the operations of Louisiana Board of Wholesale Drug Distributors (BTA) and includes the parish/parishes in which the (BTA) is located.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Louisiana Board of Wholesale Drug Distributors (BTA) present information only as to the transactions of the programs of the Louisiana Board of Wholesale Drug Distributors (BTA) as authorized by Louisiana statutes and administrative regulations.

The financial statements of the Board are prepared in accordance with accounting principles generally accepted in the United States of America. The Board's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements and applicable Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless they conflict with GASB pronouncements. The Board may also apply all FASB pronouncements or interpretations issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Louisiana Board of Wholesale Drug Distributors (BTA) are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

Expense Recognition

Expenses are recognized on the accrual basis, therefore, expenses, including salaries, are recognized in the period incurred, if measurable

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**B. BUDGETARY ACCOUNTING**

The appropriations made for the operations of the various programs of the Louisiana Board of Wholesale Drug Distributors (BTA) are annual lapsing appropriations.

- 1 The budgetary process is an annual appropriation valid for one year.
- 2 The agency is prohibited by statute from over expending the categories established in the budget.
- 3 Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
- 4 The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>414,616</u>
Amendments	<u>34,573</u>
	<u>                    </u>
	<u>                    </u>
Final approved budget	\$ <u><u>449,189</u></u>

**STATE OF LOUISIANA**

**The Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 2011**

- C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C ) See Memo 11-36, Appendix A, for information related to Note C

**1 DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit Under state law the Louisiana Board of Wholesale Drug Distributors (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents

Deposits in bank accounts are stated at cost, which approximates market Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer

**GASB Statement 40, which amended GASB Statement 3**, eliminated the requirement to disclose all deposits by three categories of risk GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

The deposits at June 30, 2011, consisted of the following

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per Balance Sheet (Reconciled bank balance)	\$ 302,535	\$ 201,757	\$	\$ 504,292
Deposits in bank accounts per bank	\$ 346,520	\$ 201,757		548,277
Bank balances exposed to custodial credit risk	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's	350,919			350,919

NOTE The "Deposits in bank accounts per bank" will not necessarily equal the "Deposits per Balance Sheet" due to outstanding items

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above

	<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1	Chaes operating account		\$ 346,520
2	Chase certificate of deposit		201,757
3			
4			
Total			\$ 548,277

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet

Cash in State Treasury	\$	
Petty cash	\$	100

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

- 2 INVESTMENTS None
- 3 CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES N/A
- 4. DERIVATIVES (GASB 53) None
- 5 POLICIES N/A
- 6 OTHER DISCLOSURES REQUIRED FOR INVESTMENTS N/A

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS None**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the balance sheet of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Accumulated depreciation is reported on the balance sheet. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.



**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

Schedule of Capital Assets (includes capital leases)

<u>University/System</u>	Balance 6/30/2010	Prior Period Adjustments	Restated Balance 6/30/2010	Additions	* Reclassifi- cation of CIP	** Retirements	Balance 6/30/2011
Capital assets not depreciated							
Land	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software - development in progress	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Total capital assets not depreciated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other capital assets							
Depreciable land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Buildings							
** Accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Machinery & Equipment	24,291	-	24,291	-	-	-	24,291
** Accumulated depreciation	(22,629)	-	(22,629)	(1,662)	-	-	(24,291)
Total buildings	1,662	-	1,662	(1,662)	-	-	-
Infrastructure							
** Accumulated depreciation	-	-	-	-	-	-	-
Total equipment	-	-	-	-	-	-	-
Software (internally generated & purchased)	-	-	-	-	-	-	-
Other intangibles	-	-	-	-	-	-	-
** Accumulated amortization - software	-	-	-	-	-	-	-
** Accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	\$ 1,662	\$ -	\$ 1,662	\$ (1,662)	\$ -	\$ -	\$ -
Capital asset summary							
Capital assets not depreciated	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other capital assets, book value	24,291	-	24,291	-	-	-	24,291
Total cost of capital assets	24,291	-	24,291	-	-	-	24,291
Accumulated depreciation/amortization	(22,629)	-	(22,629)	(1,662)	-	-	(24,291)
Capital assets, net	\$ 1,662	\$ -	\$ 1,662	\$ (1,662)	\$ -	\$ -	\$ -

\* Should only be used for those completed projects coming out of construction-in-progress to fixed assets

\*\* Enter a negative number except for accumulated depreciation in the retirement column

**STATE OF LOUISIANA**  
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**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

If other intangible assets were reported in the table above, list the types of intangible assets, their cost, and accumulated amortization for each type of intangible assets reported

---

**E. INVENTORIES**

**F. RESTRICTED ASSETS**

**G. LEAVE**

**1 COMPENSATED ABSENCES**

The Louisiana Board of Wholesale Drug Distributors (BTA) has the following policy on annual and sick leave (Describe leave policy )

An example disclosure follows

Employees earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits.

The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken, it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

**2 COMPENSATORY LEAVE**

Employees who are considered having non-exempt status according to the guidelines contained in the Fair Labor Standards Act may be paid for compensatory leave earned (K-time). Upon termination or transfer, an employee will be paid for any time and one-half compensatory leave earned and may or may not be paid for any straight hour-for-hour compensatory leave earned. Compensation paid will be based on the employees' hourly rate of pay at termination or transfer. The liability for accrued payable compensatory leave at June 30, 2011 computed in accordance with the Codification of Governmental Accounting and Financial Reporting Standards, Section C60 105 is estimated to be \$28,270. The leave payable is recorded in the accompanying financial statements.

**STATE OF LOUISIANA**

**The Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

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**H. RETIREMENT SYSTEM**

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2008 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. That report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0608 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:

[http://lasers.websit gadget.com/uploads/LASERS\\_2010\\_CAFR.pdf](http://lasers.websit gadget.com/uploads/LASERS_2010_CAFR.pdf)

**STATE OF LOUISIANA****The Louisiana Board of Wholesale Drug Distributors (BTA)****Notes to the Financial Statement****As of and for the year ended June 30, 2011**

Members are required by state statute to contribute with the single largest group ("regular members") contributing 7.5% of gross salary, and the (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2011, increased to 22% of annual covered payroll from the 18.6% and 18.5% required in fiscal years ended June 30, 2010 and 2009 respectively. The (BTA) contributions to the System for the years ending June 30, 2011, 2010, and 2009, were \$49,567, \$41,907, and \$39,974, respectively, equal to the required contributions for each year.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

GASB Statement No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers. See the GASB Statement No. 45 note disclosures requirements in section 2 of this note.

**1. Calculation of Net OPEB Obligation**

Complete the following table for only the net OPEB obligation (NOO) related to OPEB administered by the Office of Group Benefits. The ARC, NOO at the beginning of the year, interest, ARC adjustment, and Annual OPEB Expense have been computed for OGB participants (see OSRAP's website - <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>) and select "GASB 45 OPEB Valuation Report as of July 1, 2010, to be used for fiscal year ending June 30, 2011." Report note disclosures for other plans, not administered by OGB, separately.

Annual OPEB expense and net OPEB Obligation		06/30/11
Fiscal year ending		
1 * ARC		\$35,300
2 * Interest on NOO (4% )		\$6,000
3 * ARC adjustment		(\$5,700)
4 * Annual OPEB Expense (1 + 2 - 3 )		\$35,600
5 Contributions (employer pmts to OGB for retirees' cost of 2011 insurance premiums)		
6 Increase in Net OPEB Obligation (4 - 5 )		\$35,600
7 *NOO, beginning of year (see actuarial valuation report on OSRAP's website)		150,286
8 **NOO, end of year (6 + 7 )		\$185,886

\*This must be obtained from the OSRAP website on the spreadsheet "GASB 45 OPEB Valuation Report as of July 1, 2010, to be used for fiscal year ending June 30, 2011."

\*\*This should be the same amount as that shown on the Balance Sheet for the year ended June

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**Notes to the Financial Statement**  
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30, 2011 if your entity's only OPEB is administered by OGB

**Annual OPEB cost**

The Plan's percentage of annual OPEB cost contributed to the plan utilizing the Pay-as-you-go method and the net OPEB obligation for the years ended June 30, 2011, 2010 and 2009 were as follows

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>of Annual OPEB Cost Contribution</u>	<u>Net OPEB Obligation</u>
June 30, 2009	60,786	0%	108,986
June 30, 2010	41,300	0%	150,286
June 30, 2011	35,600	0%	185,886

The following presents the Plan's OPEB obligation for the year ended, the amount actually contributed to the plan, if any, and changes in the Plan's net OPEB Obligation

For more information on calculating the annual OPEB expense and the net OPEB obligation, see OSRAP Memo 11-36, Appendix D, on our website

**2 Note Disclosures**

If your only OPEB provider is OGB, your entity will have no OPEB note disclosures for OSRAP other than the OPEB calculation above, however, GASB 45 note disclosures are required for separately issued GAAP financial statements. Please provide OSRAP with the applicable GASB 43 and 45 note disclosures if your entity's OPEB group insurance plan is administered by an entity other than OGB. Following is a summary of the requirements of GASB Statement 45

**I Plan Description**

- a) Name of Plan
- b) Identify entity that administers the plan
- c) Type of plan
- d) Brief description of the types of benefits
- e) Authority under which benefit provisions are established or may be amended
- f) Whether the OPEB plan issues a stand-alone financial report or is included in the report of a PERS or another entity, and, if so how to obtain the report

**II Funding Policy**

- a) Authority under which the obligations of the plan members, employers, and other contributing entities (e g , state contributions to local government plans) to contribute to the plan are established or may be amended
- b) Required contribution rates of plan members (amount per member or percentage of covered payroll)

**STATE OF LOUISIANA**

**The Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 2011**

- c) Required contribution rates of the employer in accordance with the funding policy (in dollars or as percentage of current-year covered payroll) and, if applicable, legal or contractual maximum contribution rates. If the plan is a single-employer or agent plan and the rate differs significantly from the ARC, disclose how the rate is determined (e.g., by statute or contract) or that the plan is financed on a pay-as-you-go basis. If the plan is a cost-sharing plan, disclose the required contributions in dollars and the percentage of that amount contributed for the current year and each of the two preceding years, and how the required contribution rate is determined (e.g., by statute or by contract, or on an actuarially determined basis) or that the plan is financed on a pay-as-you-go basis.

**III Additional disclosures for sole and agent employers for each plan**

- a) For current year (CY), annual OPEB cost and the dollar amount of contributions made. If the employer has a net OPEB obligation, also disclose the components of annual OPEB cost (ARC, interest on the net OPEB obligation, and the adjustment to the ARC), the increase or decrease in the net OPEB obligation, and the net OPEB obligation at the end of the year.
- b) For the current year and each of the two preceding years, disclose annual OPEB cost, percentage of annual OPEB cost contributed that year, and net OPEB obligation at the end of the year. (For the first two years, the required information should be presented for the transition year, and for the current and transition years, respectively.)
- c) Information about the funded status of the plan as of the most recent valuation date, including the actuarial valuation date, the actuarial value of assets, the actuarial accrued liability, the total unfunded actuarial liability (or funding excess), the actuarial value of assets as a percentage of the actuarial accrued liability (funded ratio), the annual covered payroll, and the ratio of the unfunded actuarial liability (or funding excess) to annual covered payroll. The information should be calculated in accordance with the parameters. However, employers that meet the criteria in GASB Statement 45, paragraph 11 may elect to use the alternative measurement method discussed in GASB Statement 45, paragraphs 33 through 35. Employers that use the aggregate actuarial cost method should prepare this information using the entry age actuarial cost method for that purpose only.
- d) Information about the actuarial methods and assumptions used in valuations on which reported information about the ARC, annual OPEB cost, and the funded status and funding progress of OPEB plans is based, including the following:
  - 1) Disclosure that actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and that actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.
  - 2) Disclosure that the required schedule of funding progress immediately following the notes to the financial statements presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**STATE OF LOUISIANA**

**The Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 2011**

- 3) Disclosure that calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. In addition, if applicable, the employer should disclose that the projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations (as discussed in the disclosure of funding policy in paragraph II(c) above) on the pattern of cost sharing between the employer and plan members in the future.
- 4) Disclosure that actuarial calculations reflect a long-term perspective. In addition, if applicable, disclosure that, consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.
- 5) Identification of the actuarial methods and significant assumptions used to determine the ARC for the current year and the information required by paragraph III(c) above. The disclosures should include:
  - (a) The actuarial cost method
  - (b) The method(s) used to determine the actuarial value of assets
  - (c) The assumptions with respect to the inflation rate, investment return (including the method used to determine a blended rate for a partially funded plan, if applicable), postretirement benefit increases if applicable, projected salary increases if relevant to determination of the level of benefits, and, for postemployment healthcare plans, the healthcare cost trend rate. If the economic assumptions contemplate different rates for successive years (year-based or select and ultimate rates), the rates that should be disclosed are the initial and ultimate rates.
  - (d) The amortization method (level dollar or level percentage of projected payroll) and the amortization period (equivalent single amortization period, for plans that use multiple periods) for the most recent actuarial valuation and whether the period is closed or open. Employers that use the aggregate actuarial cost method should disclose that because the method does not identify or separately amortize unfunded actuarial liabilities, information about funded status and funding progress has been prepared using the entry age actuarial cost method for that purpose, and that the information presented is intended to approximate the funding progress of the plan.

**IV Required Supplementary Information**

Sole and agent employers should present the following information for the most recent actuarial valuation and the two preceding valuations:

- a Information about the funding progress of the plan, including, for each valuation, each of the elements of information listed in paragraph III(c) above.
- b Factors that significantly affect the identification of trends in the amounts reported, including, for example, changes in benefit provisions, the size or composition of the population covered by the plan, or the actuarial methods and assumptions used. (The amounts reported for prior years should not be restated.)

STATE OF LOUISIANA

The Louisiana Board of Wholesale Drug Distributors (BTA)

Notes to the Financial Statement

As of and for the year ended June 30, 2011

The information should be calculated in accordance with the parameters and should be presented as RSI Employers that use the aggregate actuarial cost method should prepare the information using the entry age actuarial cost method and should disclose that fact and that the purpose of this disclosure is to provide information that approximates the funding progress of the plan

If the cost-sharing plan in which an employer participates does not issue and make publicly available a stand-alone plan financial report prepared in accordance with the requirements of Statement 43, and the plan is not included in the financial report of a PERS or another entity, the cost-sharing employer should present as RSI in its own financial report schedules of funding progress and employer contributions for the plan (and notes to these schedules), prepared in accordance with the requirements of Statement 43. The employer should disclose that the information presented relates to the cost-sharing plan as a whole, of which the employer is one participating employer, and should provide information helpful for understanding the scale of the information presented relative to the employer

J. LEASES

**NOTE: Where five-year amounts are requested, list the total amount (sum) for the five-year period, not the annual amount for each of the five years.)**

1 OPERATING LEASES

The total payments for operating leases during fiscal year June 30, 2011 amounted to \$39,605. (Note: If lease payments extend past FY 2026, create additional columns and report these future minimum lease payments in five year increments.) A schedule of payments for operating leases follows

Nature of lease	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017- 2021	FY 2022- 2026
Office Space	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$
Equipment							
Land							
Other							
Total	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$ 34,965	\$ -

2 CAPITAL LEASES None



**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2011

	Year ended June 30, 2011			Balance June 30, 2011	Amounts due within one year
	Balance June 30, 2010	Additions	Reductions		
<b>Notes and bonds payable</b>					
Notes payable	\$	\$	\$	\$ -	\$
Bonds payable				-	
Total notes and bonds	-	-	-	-	-
<b>Other liabilities</b>					
Contracts payable				-	
Compensated absences payable	26,944	13,696	12,370	28,270	
Capital lease obligations				-	
Claims and litigation				-	
Pollution remediation obligation				-	
OPEB payable	150,286	35,600		185,886	
Other long-term liabilities				-	
Total other liabilities	177,230	49,296	12,370	214,156	-
Total long-term liabilities	\$ 177,230	\$ 49,296	\$ 12,370	\$ 214,156	\$ -

**L. CONTINGENT LIABILITIES** None

**M. RELATED PARTY TRANSACTIONS** None

**N. ACCOUNTING CHANGES** None

**O. IN-KIND CONTRIBUTIONS** None

**P. DEFEASED ISSUES** None

**Q. REVENUES – PLEDGED OR SOLD (GASB 48)** None

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)**  
None

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS** N/A

**T. SHORT-TERM DEBT** None

**U. DISAGGREGATION OF RECEIVABLE BALANCES** None

**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2011, were as follows

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
	\$	\$ -	\$	\$	\$ -
					-
					-
Total payables	\$ -	\$ -	\$ -	\$ -	\$ -

**W. SUBSEQUENT EVENTS** None

Disclose any material event(s) affecting the (BTA) occurring between the close of the fiscal period and issuance of the financial statement

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**X. SEGMENT INFORMATION** N/A

**Y. DUE TO/DUE FROM AND TRANSFERS** None

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS** None

**AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS**

The following adjustments were made to restate beginning net assets for June 30, 2011

Ending net assets 6/30/10 as reported to OSRAP on PY AFR	*Adjustments to ending net assets 6/30/10 (after AFR was submitted to OSRAP) + or (-)	Restatements (Adjustments to beg Balance 7/1/10) + or (-)	Beg net assets @ 7/1/10 as restated
\$	\$		\$ -
			-
			-
			-
			-
			-

**BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46)** N/A

**CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES** N/A

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**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

<u>Type of asset</u>	<u>Carrying Value of Idle Impaired Assets</u>	<u>Reason for Impairment</u>
Buildings - permanently impaired	\$ _____	_____
Buildings - temporarily impaired	_____	_____
Movable Property - permanently impaired	_____	_____
Movable Property - temporarily impaired	_____	_____
Infrastructure - permanently impaired	_____	_____
Infrastructure - temporarily impaired	_____	_____

**DD. EMPLOYEE TERMINATION BENEFITS** None

**EE. POLLUTION REMEDIATION OBLIGATIONS** None

**STATE OF LOUISIANA**  
**The**

(agency/department)

**GASB 49**  
**Inventory Log**  
**FYE 630/11**

None

[illegible]

**STATE OF LOUISIANA**  
**The**  
**Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

**STATE OF LOUISIANA**

**The**

**Louisiana Board of Wholesale Drug Distributors (BTA)**

**Notes to the Financial Statement**

**As of and for the year ended June 30, 2011**

Explanations for GASB 49 Worksheet

- a Enter agency/department name
- b List projects reported in the prior fiscal year that had an outstanding liability at 6/30/10
- c List projects that were overlooked or not included as remediation projects in previous fiscal years
- d List remediation projects that were begun/identified in the fiscal year ending 6/30/2011
- e Enter project number assigned by FP&C, DEQ, or other number assigned to identify project
- f Year the project was begun--this is not necessarily the year remediation began, it should be the year the pollution was identified and includes time involved to develop a remediation plan and the actual remediation process
- g This column is used to report those projects that were included/added in the previous fiscal year and had a balance outstanding at the end of that year
- h This column is for reporting increases in the estimated remediation cost, whether from expanding the scope of the project to contracting for a specific service
- i Record total expenditures related to the project made during the fiscal year, including those made in the 13th period (13th period expenditures are also shown separately in column AB (p))
- j Record activities that decrease the estimated remediation liability that are not expenditures--for example, amounts included in original estimate were overstated and actual was less than what was recorded, scope of project not as extensive as originally e
- k The formula in this column sums columns J, L, N, and P (g, h, i, and j)
- l Indicate percentage of project completion in this column
- m Amounts in this column represent the portion of the ending liability that are due and payable within the next 12 months
- n Amounts in this column represent the portion of the ending liability that are not due and payable until after 6/30/12 This amount plus the amount in column V (m) must total the amount in
- o This column is to identify any amounts that have been or will be received from other sources such as other responsible parties or insurance proceeds to help cover the cost of remediation
- p Record amounts expended on pollution remediation projects during the 13th accounting period in this column--this amount should be included in column N (i)
- q Provide reference and note explanations on an extra page, for example (1) awaiting court

**STATE OF LOUISIANA**  
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**Louisiana Board of Wholesale Drug Distributors (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2011**

**FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA)**

Provide your entity's ARRA revenue received in FY 2011 on a full accrual basis

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Provide your entity's ARRA expenses in FY 2011 on a full accrual basis

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**STATE OF LOUISIANA**  
**Louisiana Board of Wholesale Drug Distributors (BTA)**  
**SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS**  
**June 30, 2011**  
**(Fiscal close)**

Name		Amount
Randall Brooks	\$	1050
William Crates		225
Wayne Gremillion		600
Hersal Paul		300
Robert V Broadus		225
Michael Davis		300
Kenneth Dugas		300
Total	\$	3,000

**Note** The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature



**STATE OF LOUISIANA**  
**The Louisiana Board of Wholesale Drug Distributors (BTA)**  
**SCHEDULE OF NOTES PAYABLE**

\_\_\_\_\_, 20\_\_  
(Fiscal close)  
None

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

\*Send copies of new amortization schedules

STATE OF LOUISIANA  
 \_\_\_\_\_ (BTA)  
**SCHEDULE OF BONDS PAYABLE**  
 \_\_\_\_\_, 20\_\_\_\_  
 (Fiscal close)

None

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
<b>Series:</b>		\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Unamortized Discounts and Premiums Series:</b>							
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Total</b>		\$ _____	\$ _____	\$ _____	\$ _____		\$ _____

**\*Note: Principal outstanding (bond series/minus unamortized costs) at 6/30/11 should agree to bonds payable on the Statement of Net Assets.  
 Send copies of new amortization schedules for bonds and unamortized costs.**

STATE OF LOUISIANA  
 \_\_\_\_\_ (BTA)  
**SCHEDULE OF CAPITAL LEASE AMORTIZATION**  
**For The Year Ended June 30, 20\_\_**

None

Fiscal Year				
<u>Ending</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2012	\$ _____	\$ _____	\$ _____	\$ --
2013	_____	_____	_____	--
2014	_____	_____	_____	--
2015	_____	_____	_____	--
2016	_____	_____	_____	--
2017-2021	_____	_____	_____	--
2022-2026	_____	_____	_____	--
2027-2031	_____	_____	_____	--
2032-2036	_____	_____	_____	--
Total	\$ --	\$ --	\$ --	\$ --

SCHEDULE 4-A

STATE OF LOUISIANA  
 \_\_\_\_\_ (BTA)  
**SCHEDULE OF NOTES PAYABLE AMORTIZATION**  
 For the Year Ended June 30, 20\_\_  
 None

Fiscal Year Ending.	Principal	Interest
2012	\$ _____	\$ _____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017-2021	_____	_____
2022-2026	_____	_____
2027-2031	_____	_____
2032-2036	_____	_____
Total	\$ _____ --	\$ _____ --

STATE OF LOUISIANA  
 \_\_\_\_\_ (BTA)  
**SCHEDULE OF BONDS PAYABLE AMORTIZATION**  
 For The Year Ended June 30, 20\_\_  
 None

<u>Fiscal Year</u> <u>Ending</u>	<u>Principal</u>	<u>Interest</u>
2012	\$ _____	\$ _____
2013	_____	_____
2014	_____	_____
2015	_____	_____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
2031	_____	_____
2032	_____	_____
2033	_____	_____
2034	_____	_____
2035	_____	_____
2036	_____	_____
Subtotal	--	--
Unamortized	_____	_____
Discounts/Premiums	_____	_____
Total	\$ --	\$ --

**\*Note: Principal outstanding (bond series plus/minus unamortized costs) at 6/30/11 should agree to bonds payable on the Statement of Net Assets.**

## STATE OF LOUISIANA

(BTA)

**SCHEDULE OF CURRENT YEAR REVENUE AND EXPENSES  
BUDGETARY COMPARISON OF CURRENT APPROPRIATION  
NON-GAAP BASIS**

JUNE 30, 2011

	Financial Statement	Adjustments	ISIS Appropriation Report-08/16/11	Revised Budget	Variance Positive/(Negative)
<b>Revenues</b>					
Intergovernmental Revenues	\$	\$	\$	\$	\$
Federal Funds			-		-
Sales of Commodities and Services			-		-
Other			-		-
Total appropriated revenues	-	-	-	-	-
<b>Expenses</b>					
Cost of goods sold	\$	\$	\$	\$	\$
Personal services			-		-
Travel			-		-
Operating Services			-		-
Supplies			-		-
Professional services			-		-
Other charges			-		-
Capital outlay			-		-
Interagency transfers			-		-
Debt service			-		-
Other			-		-
Bad debts			-		-
Depreciation			-		-
Compensated absences			-		-
Interest expense			-		-
Other (identify)			-		-
Total appropriated expenses	-	-	-	-	-
Excess (deficiency) of revenues over expenses (budget basis)	\$	\$	\$	\$	\$

Note Schedule 5 is only applicable for those entities whose budget is appropriated by the legislature

SCHEDULE 5

## STATE OF LOUISIANA

(BTA)

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**SCHEDULE OF CURRENT YEAR REVENUE AND EXPENSES**  
**BUDGETARY COMPARISON OF CURRENT APPROPRIATION**  
**NON-GAAP BASIS**  
**June 30, 2011**

Excess (deficiency) of revenues over expenses (budget basis)	\$ _____
<i>Reconciling items</i>	
Cash carryover	_____
Use of money and property (interest income)	_____
Depreciation	_____
Compensated absences adjustment	_____
Capital outlay	_____
Disposal of fixed assets	_____
Change in inventory	_____
Interest expense	_____
Bad debts expense	_____
Prepaid expenses	_____
Principal payment	_____
Loan Principal Repayments included in Revenue	_____
Loan Disbursements included in Expenses	_____
Accounts receivable adjustment	_____
Accounts payable/estimated liabilities adjustment	_____
<b>OPEB payable</b>	_____
Other	_____
Change in Net Assets	\$ _____

**Note: Schedule 5 is only applicable for entities whose budget is appropriated by the legislature.**

# STATE OF LOUISIANA

## The Louisiana Board of Wholesale Drug Distributors (BTA)

### COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$3 million, explain the reason for the change.

	<u>2011</u>	<u>2010</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>471,441</u>	\$ <u>445,331</u>	\$ <u>26,110</u>	\$ <u>6%</u>
Expenses	<u>445,449</u>	<u>422,732</u>	<u>22,717</u>	<u>5%</u>
2) Capital assets	<u></u>	<u>1,662</u>	<u>( 1,662)</u>	<u>100%</u>
Long-term debt	<u></u>	<u></u>	<u>-</u>	<u></u>
Net Assets	<u>290,235</u>	<u>262,602</u>	<u>27,633</u>	<u>11%</u>
Explanation for change	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>
	<u></u>	<u></u>	<u></u>	<u></u>



AGENCY NUMBER \_\_\_\_\_  
AGENCY NAME \_\_\_\_\_

AGENCY NAME  
AGENCY NUMBER

[illegible]

LOUISIANA BOARD OF WHOLESALE DRUG DISTRIBUTORS  
SCHEDULE OF FUNDING PROGRESS

Funding Status and Funding Progress

The funding status of the plan as of June 30, 2011, 2010, 2009 and 2008, was as follows

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAAL)- Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll Covered ( c )	UAAL as a Percentage of Covered Payroll ((b-a)/c)
06/30/08	\$0	243,300	243,300	0%	282,790	86.04%
06/30/09	\$0	411,800	411,800	0%	204,100	201.76%
06/30/10	\$0	357,100	357,100	0%	144,000	247.99%
06/30/11	\$0	311,600	311,600	0%	145,800	213.72%

**LOUISIANA ATTESTATION QUESTIONNAIRE  
(For Attestation Engagements of Government)**

July 1, 2011

Michael K Glover, CPA  
(A Professional Accounting Corporation)  
9497 Brookline  
Baton Rouge, LA 70809

In connection with your review of our financial statements as of June 30, 2010 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations:

These representations are based on the information available to us as of June 30, 2010.

**Public Bid Law**

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office:

Yes ☒ No ☐

**Code of Ethics for Public Officials and Public Employees**

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124:

Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119:

Yes ☒ No ☐

**Budgeting**

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34:

Yes ☒ No ☐

**Accounting and Reporting**

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36:

Yes ☒ No ☐

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable:

Yes ☒ No ☐

We have had our financial statements reviewed in accordance with LSA-RS 24 513

Yes ☒ No ☐

### Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42 1 through 42 12

Yes ☒ No ☐

### Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39 1410 60-1410 65

Yes ☒ No ☐

### Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14 138, and AG opinion 79-729

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations We have made available to you documentation relating to the foregoing laws and regulations

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report

Robert Broadus President 3/15/11 Date  
Robert Broadus, Chairman

Randall Brooks Secretary/Treasurer 3-15-11 Date  
Randall Brooks, Secretary/Treasurer